

Avy Technologies B.V.
Donauweg 21
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Financial statements 2023

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Annual Financial Report

Fiscal position

Calculation taxable amount

	2023
	€
Result before taxation	-1,750
Taxable amount	-1,750

Corporation tax calculation

	2023
	€
19.00% of Taxable amount	0

Loss compensation

Year	Compensable loss	Already compensated in old years	To be compensated at the start of the financial year	Compensation in 2023	To be compensated at the end of the financial year
	€	€	€	€	€
Deductible loss from 2023	1,750		1,750		1,750
Deductible loss from 2022	1,650		1,650		1,650
Deductible loss from 2021	1,414		1,414		1,414
Deductible loss from 2020	1,350		1,350		1,350
	6,164	0	6,164	0	6,164

To the management of:
Avy Technologies B.V.
Donauweg 21
1043AJ Amsterdam

Date: 9 April 2024
Subject: Annual accounts 2023

Dear management,

Please find enclosed the report over financial year 2023 for Avy Technologies B.V. located in Amsterdam.

Accountant's compilation report

The financial statements of Avy Technologies B.V. in Amsterdam have been compiled by us using the information provided by you. The financial statements comprise the balance sheet as at 31 December 2023 and the profit and loss account for the year 2023, with the accompanying explanatory notes. These notes include a summary of the accounting policies which have been applied.

This compilation engagement has been performed by us in accordance with Dutch law, including the Dutch Standard 4410, 'Compilation engagements', which is applicable to accountants. The standard requires us to assist you in the preparation and presentation of the financial statements in accordance with Part 9 of Book 2 of the Dutch Civil Code. To this end we have applied our professional expertise in accounting and financial reporting.

In a compilation engagement, you are responsible for ensuring that you provide us with all relevant information and that this information is correct. Therefore, we have conducted our work, in accordance with the applicable regulations, on the assumption that you have fulfilled your responsibility. To conclude our work, we have read the financial statements as a whole to consider whether the financial statements as presented correspond with our understanding of Avy Technologies B.V.. We have not performed any audit or review procedures which would enable us to express an opinion or a conclusion as to the fair presentation of the financial statements.

During this engagement we have complied with the relevant ethical requirements prescribed by the 'Verordening Gedrags- en Beroepsregels Accountants' (VGBA, Dutch Code of Ethics). You and other users of these financial statements may therefore assume that we have conducted the engagement in a professional, competent and objective manner and with due care and integrity and that we will treat all information provided to us as confidential.

Kind regards,

RS Finance
Mark de Beer RA
James Wattstraat 100, 1097 DM Amsterdam

Balance Sheet as at 31 December 2023

Balance Sheet after proposal distribution of result

	Ref.	31/12/2023		31/12/2022	
		€	€	€	€
Assets					
Fixed assets					
Financial fixed assets					
Deferred taxes	5	786	441		
			786	441	
Current assets					
Receivables					
Receivables from other accounts	6	360	360		
			360	360	
Total assets		1,146	801		

Balance Sheet as at 31 December 2023

Balance Sheet after proposal distribution of result

	Ref.	31/12/2023		31/12/2022	
		€	€	€	€
Liabilities					
Equity					
	7				
Capital contributed and recovered		100		100	
Other reserves		-9,528		-8,123	
			-9,428		-8,023
Current liabilities					
	8				
Debts to group companies		4,150		4,150	
Debts to participants and to companies in which the company participates		4,674		3,024	
Accrued liabilities		1,750		1,650	
			10,574		8,824
Total liabilities			1,146		801

Profit and loss account over 2023

	Ref.	2023	2022
		€	€
		€	€
Gross margin		0	0
Other operating expenses			
Administrative expenses	1,750		1,650
Operating result		-1,750	-1,650
Result before taxation		-1,750	-1,650
Taxes		345	165
Result after taxation		-1,405	-1,485

Accounting policies

1 General notes

1.1 Activities

The activities of Avy Technologies B.V., having its registered office at Amsterdam primarily consist of:
- exploitation and trade in patents and trademark rights.

1.2 Going concern

The equity of the company amounts to € 9,428 negative as at 2023-12-31. The company is entirely financed through long-term debt provided by the holding company through a current account facility in the amount of €8,824. These debts will not need to be paid back in the coming 12 months. Through the issuance of convertible bonds via the NPEX platform and investments obtained from informals, the company has obtained close to € 1 million in new financing in 2024 till date. In addition, the Company is working to raise € 5 million of new capital through a new investment round. The aim is to close this round through the course of 2024. Considering these developments, the board of directors rely on the sustainable continuation of the business activities and the financial statements have therefore been prepared on a going concern basis.

1.3 Location address, legal form and registration number chamber of commerce

Avy Technologies B.V. is located in Donauweg 21 1043AJ Amsterdam and is registered at the chamber of commerce under number 67938272.

2 General principles

2.1 General

The financial statements are drawn up in accordance with the provisions of Title 9, Book 2, of the Dutch Civil Code and the Dutch Accounting Standards applicable to small legal entities, as published by the Dutch Accounting Standards Board ('Raad voor de Jaarverslaggeving').

Assets and liabilities are generally valued at historical cost, production cost or at fair value at the time of acquisition. If no specific valuation principle has been stated, valuation is at historical cost. In the balance sheet and profit and loss account, references are made to the Notes.

3 Accounting principles applied to the measurement of assets and liabilities

3.1 Financial fixed assets

3.1.1 Deferred tax assets

Deferred tax assets are recognised for all deductible temporary differences between the value of the assets and liabilities under tax regulations on the one hand and the accounting policies used in these financial statements on the other, on the understanding that deferred tax assets are only recognised insofar as it is probable that future taxable profits will be available to offset the temporary differences and available tax losses.

The calculation of the deferred tax assets is based on the tax rates prevailing at the end of the reporting year or the rates applicable in future years, to the extent that they have already been enacted by law.

Deferred tax assets are valued at their nominal value.

3.2 Accounts receivable

Receivables are initially valued at the fair value of the consideration to be received, including transaction costs if material. Receivables are subsequently valued at the amortised cost price. Provisions for bad debts are deducted from the carrying amount of the receivable.

3.3 Current liabilities

Short-term liabilities are measured at fair value on initial recognition. Short-term liabilities are valued after initial recognition at the amounts against which the debt must be repaid.

4 Principles for the determination of the result

4.1 General

The result is the difference between the realisable value of the goods/services provided and the costs and other charges during the year. The results on transactions are recognised in the year in which they are realised.

4.2 Costs

Costs are determined on a historical basis and are attributed to the reporting year to which they relate.

4.3 Taxes

Tax on the result is calculated based on the result before tax in the profit and loss account, taking account of the losses available for set-off from previous financial years (to the extent that they have not already been included in the deferred tax assets) and exempt profit components and after the addition of non-deductible costs. Due account is also taken of changes which occur in the deferred tax assets and deferred tax liabilities in respect of changes in the applicable tax rate.

In the financial statements of subsidiaries, a tax charge is calculated based on the commercial result. The taxes owed by subsidiaries are settled through the intercompany account with Avy Technologies B.V..

Notes to the financial statements - Assets

5. Financial fixed assets

	31/12/2023	31/12/2022
	€	€
Deferred taxes	<u>786</u>	<u>441</u>

6. Receivables

	31/12/2023	31/12/2022
	€	€
Receivables from other accounts	<u>360</u>	<u>360</u>

Notes to the financial statements - Liabilities

7. Equity

	31/12/2023	31/12/2022
	€	€
Capital contributed and recovered	100	100
Other reserves	-9,528	-8,123
	-9,428	-8,023

Disclosure of paid-up and called-up share capital

The authorised share capital amounts to € 100, divided 100 shares with a face value of € 1. The issued share capital amounts to € 100.

As of balance date the issued share capital was divided as follows:

- 100 ordinary shares (€ 1)

8. Current liabilities

	31/12/2023	31/12/2022
	€	€
Current-account Avy B.V.	4,150	4,150
Current-account Avy Group B.V.s	4,674	3,024
Accrued liabilities	1,750	1,650
	10,574	8,824

Signing owners and/or responsible parties for approval:

Amsterdam,
Avy Technologies B.V.

Patrique Holding B.V.
Represented by:

P.D.L. Zaman